

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 945 - HB 1317

March 17, 2021

SUMMARY OF BILL: Requires the Department of Economic and Community Development (ECD) to submit the TNInvestco report to the Governor, the Comptroller of the treasury, the State Treasurer, and each member of the General Assembly on a quarterly basis rather than annually. Requires the Comptroller of the Treasury to develop a numerical grading system for all active Tax Increment Financing (TIF) plans, to update the plans annually, and to upload the results on their website.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$82,500/FY21-22 and Subsequent Years

Assumptions:

- Requiring ECD to submit quarterly, as opposed to annually, will not result in a significant fiscal impact as the reports are created by the participants of the TNInvestco program.
- There are currently 44 active TIF plans in this state. Creation of the numerical grading system for the TIF plans by the Comptroller of the Treasury's office, as well as annual updates on the grading system of these plans, is estimated to require an additional financial analyst, resulting in a recurring increase in state expenditures of \$82,543 (\$65,000 salary + \$17,543 benefits) beginning in FY21-22.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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